

This is Exhibit E to the Affidavit of Oleh Szklar

SWORN BEFORE ME IN the
City of Montreal, Province of
Quebec, Canada, on this 08
day of August, 2007.

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A Commissioner, etc.

Attorney, Member of the Bar
of Quebec # 174403-8

Oleh Szklar
Oleh SZKLAR

July 31, 2003

Brigide Mattar
bmattar@smart-biggar.ca
Our Ref.: 86136-45

ATTORNEY-CLIENT PRIVILEGED DOCUMENT

This document contains attorney-client communications and attorney-client work-product materials for which privilege and immunity is claimed. This document is to be held in confidence.

Mr. Michel Martineau
CANAC INC.
3950 Hickmore Street
St-Laurent, Québec
H4T 1K2

Re New Proposed Patent Application in the United States
Title: **A REMOTE CONTROL SYSTEM FOR A LOCOMOTIVE
HAVING USER AUTHENTICATION CAPABILITES**
Inventors: Folkert HORST
Applicant: CANAC INC.

Dear Michel,

According to your instructions, we have now completed the preparation of a draft patent specification that you will find enclosed for your review.

The patent specification contains two (2) sections, namely the description and the claims. The purpose of the description is to provide a written description of the inventive concept and also one or more specific examples on how to embody this inventive concept. In most countries, including the United States, the law requires that one of the specific examples disclosed be the best mode known to the inventor to put the invention into practice. Failure to comply with this requirement may result in an eventual patent being held invalid or unenforceable. Accordingly, in reviewing the draft patent specification, we request that you ensure that the description of the invention that is provided is complete, technically accurate and that an example of how to carry out the invention in practice is included which is the one that the inventor considers the most desirable.

Another important point to keep in mind while reviewing the specification is to ensure that all the information on which you desire to seek patent protection is disclosed. More specifically, it is always desirable to present in the specification several embodiments of how to carry out the invention. If you have developed alternate embodiments, please provide us with this additional information so that we can include it in the specification.

The section of the patent specification that contains the claims is extremely important and we strongly advise that you consider it carefully. The purpose of the claims is to define the scope of the subject matter on which you are presently seeking protection. Thus, if the claims are drafted too narrowly, the eventual patent may not provide you with a level of protection that is satisfactory. It is therefore important that you consider each claim of the specification, and in particular, if you find that the independent claims contain elements that are not critical to the inventive principle and that may unduly limit the scope of protection, please let us know so that we can review them.

Another important issue that must be considered before filing the application is the question of inventorship. Only the individuals that have made a contribution to the development of the subject matter as defined in the claims qualify as inventors in the patent application. In reviewing the claims we therefore request that you identify the individuals that have developed the claimed subject matter so that we can note our records that they should be named as inventors. In this regard, note that even though the contribution of an individual may be restricted to a single claim, this suffices for this individual to qualify as inventor.

When identifying the inventors for this application please also provide us with their residential addresses. This information will be useful to us during the preparation of the formal papers necessary to file the application.

Finally, we are assuming that this application will be assigned to CANAC INC.

Please provide us with your comments, preferably in writing, as soon as possible.

Yours very truly,

SMART & BIGGAR



Brigide Mattar

BM/nar

Encls.

c.c. Fred Horst (CANAC INC.)
Christian Bolduc (SMART & BIGGAR)